

Message Text

UNCLASSIFIED

PAGE 01 SINGAP 04284 220920Z

11

ACTION EB-06

INFO OCT-01 EA-10 ISO-00 TRSE-00 RSC-01 FRB-01 /019 W

----- 073444

R 220800Z OCT 74

FM AMEMBASSY SINGAPORE

TO SECSTATE WASHDC 1404

UNCLAS SINGAPORE 4284

E.O. 11652: N/A

TAGS: EFIN SN

SUBJECT: FINANCE: FEDERAL DEPOSIT INSURANCE CORPORATION
TYPE SYSTEM BEING CONSIDERED BY SINGAPORE

REF: SINGAPORE A-196

1. THE MONETARY AUTHORITY OF SINGAPORE (MAS) IS CONSIDERING WAYS TO REINFORCE PUBLIC AND DEPOSITOR CONFIDENCE IN ITS BANKS. AMONG THESE, MAS CONSIDERING FDIC-TYPE DEPOSIT INSURANCE SYSTEM. MAS PRESENTLY EXERCISES VERY CLOSE SUPERVISION OVER BANK OPERATIONS. AS BEING REPORTED REPAIR, RECENT RUMORS AND REACTIONS AGAINST TWO LOCAL BANKS HAVE STIMULATED DISCUSSION OF VARIOUS WAYS TO AVOID OR MINIMIZE RECURRENCE OF THESE RUMORS AND THEIR EFFECTS ON BANKING COMMUNITY.

2. MAS IS VERY FAMILIAR WITH FDIC; OFFICERS VISITING U.S. HAVE RECEIVED BRIEFINGS AND INFORMATION ON THE CORPORATION. HOWEVER, THEY DO NOT FEEL CURRENT ON PRESENT THINKING I E; POSSIBLE MODIFICATIONS OF FDIC, PROPOSALS FOR CHANGE IN COVERAGE, ETC. NEWS MEDIA COVERAGE OF FRANKLIN NATIONAL BANK FAILURE AND THE ROLE OF FDIC IN BROKERING TAKEOVER TO PROTECT DEPOSITORS FOLLOWED CLOSELY HERE. MAS INTERESTED IN DETAILS IF FDIC LEGISLATION BEING CONSIDERED TO EXTEND COVERAGE. ESPECIALLY INTERESTED IN COST ASPECTS TO BANKING SYSTEM; PLANS, IF ANY, FOR GRADUATED COVERAGE OR DIFFERENCE BETWEEN COVERAGE OF DEMAND DEPOSIT ACCOUNTS VERSUS SAVINGS ACCOUNTS, ETC.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 SINGAP 04284 220920Z

3. ACTION REQUESTED: EMBASSY WOULD APPRECIATE
TELEGRAPHIC SUMMARY OF CURRENT WASHINGTON THINKING ON
FDIC CHANGES, EXPANSION OF COVERAGE, ETC. WOULD ALSO
APPRECIATE DEPARTMENT AIR POUCHING ADDITIONAL DETAIL,
AS AVAILABLE. MATERIAL ON EXISTING FDIC PROGRAM NOT
REQUIRED.
CRONK

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BANK SERVICES, BANK BRANCHES
Control Number: n/a
Copy: SINGLE
Draft Date: 22 OCT 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974SINGAP04284
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740300-0792
From: SINGAPORE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741027/aaaaawjb.tel
Line Count: 68
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: SINGAPORE A-196
Review Action: RELEASED, APPROVED
Review Authority: kelleyw0
Review Comment: n/a
Review Content Flags:
Review Date: 15 MAR 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <15 MAR 2002 by chappeld>; APPROVED <10 FEB 2003 by kelleyw0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: FINANCE: FEDERAL DEPOSIT INSURANCE CORPORATION TYPE SYSTEM BEING CONSIDERED BY SINGAPORE
TAGS: EFIN, SN, FDIC
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005